TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE



FISCAL MEMORANDUM

SB 2124 - HB 2505

March 17, 2020

SUMMARY OF ORIGINAL BILL: Creates the *Tennessee Rare Disease Advisory Council* (Council) to advise the Division of TennCare (Division) prescription drug utilization review committee, the TennCare pharmacy advisory committee, and other public and private agencies in this state in providing services for persons diagnosed with rare diseases. Establishes that the Council is comprised of 11 non-legislative members and administratively attached to the Division. Requires the Governor to call the initial meeting by October 1, 2020.

FISCAL IMPACT OF ORIGINAL BILL:

Increase State Expenditures - \$60,500/FY20-21 and Subsequent Years

Increase Federal Expenditures - \$116,800/FY20-21 and Subsequent Years

SUMMARY OF AMENDMENT (016914): Deletes and replaces language in the original bill such the only substantive changes are: (1) deletes the provision that administratively attached the Council to the Division; (2) adds clarifying language that the Division is responsible for submitting minutes compiled by the Council to the TennCare Pharmacy Advisory Committee (PAC) and the TennCare Prescription Drug Utilization Review Committee (DUR); and (3) adds language that will add the Council to the list of governmental entities that will sunset on June 30, 2022.

FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENT:

NOT SIGNIFICANT

Assumptions for the bill as amended:

- The Council will meet quarterly. A member may participate in Council meetings by teleconference up to two times each calendar year.
- Council members receive no compensation for their services.
- It is assumed the Division can submit meeting minutes to the DUR and PAC utilizing existing resources; therefore, any fiscal impact is estimated to be not significant.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

Krista Lee Carsner, Executive Director

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